FISCAL IMPACT STATEMENT ON BILL NO. **H.4635**

(Doc. No. 6708cm06.doc)

TO: The Honorable Ronald P. Townsend, Chairperson, House Education and Public Works

Committee

FROM: Office of State Budget, Budget and Control Board

ANALYSTS: Harry Bell

DATE: February 17, 2006 SBD: 2006095

AUTHOR: Representative Huggins PRIMARY CODE CITE: 57-5-610

SUBJECT: Businesses Located within Interstate Right-Of-Way

ESTIMATED FISCAL IMPACT ON GENERAL FUND EXPENDITURES:

\$0 (No additional expenditures or savings are expected)

ESTIMATED FISCAL IMPACT ON FEDERAL & OTHER FUND EXPENDITURES: See Below

BILL SUMMARY:

House Bill 4635 would permit the Department of Transportation to allow gasoline stations, restaurants, convenience stores and roadside assistance facilities to be located and operate within an interstate highway's right-of-way. The Department would be allowed to charge a reasonable fee for the privilege.

EXPLANATION OF IMPACT:

Enactment would have no impact on the General Fund of the State. The Department of Transportation indicates that federal regulations prohibit such businesses from locating within an interstate right-of-way and that the Department would be subject to federal withholding penalties. Therefore, the Department does not plan to allow the location of such businesses with interstate right-of-ways upon enactment since the Bill is permissive in nature.

LOCAL GOVERNMENT IMPACT:

None.

SPECIAL NOTES:

None.

Approved by:

Don Addy

Assistant Director, Office of State Budget